



March 31, 2009

Mr. Charles Terreni
Chief Clerk/Administrator
South Carolina Public Service Commission
Post Office Drawer 11649
Columbia, South Carolina 29211

Re: Docket No. 1999-434-E/C

Dear Mr. Terreni:

Pursuant to Regulatory Condition No. 6 approved by the Commission in Docket No. 1999-434-E/C, Order No. 2000-0229, Progress Energy Carolinas, Inc. submits for filing with the Commission its annual report of affiliate transactions for the year ending December 31, 2008.

Very truly yours,

A handwritten signature in dark ink, appearing to read 'Len S. Anthony', written over a horizontal line.

Len S. Anthony
General Counsel-Progress Energy Carolinas

cc: John Flitter

LSA/
Enclosure
261796

**Summary of Affiliated Transactions
For Year Ended December 31, 2008**

Company: Carolina Power & Light Company, d/b/a Progress Energy Carolinas, Inc.

Name of Affiliate Providing Service	Name of Affiliate Receiving Service	Type of Good/Service Provided	Amount
CP&L	Florida Power Corporation, d/b/a Progress Energy Florida, Inc.	Shared utility functions and services such as transmission/distribution support, generation expansion support, Energy Delivery management/oversight, contract services, customer service management, performance solutions, nuclear management, nuclear information technology, nuclear analytical services, common nuclear services, nuclear security support, regulatory assessment/oversight, engineering programs, materials and contract support, coal procurement and transportation, power operations management and finance, technical services support, combustion turbine operations/maintenance, RCO purchased power contract support, RCO joint owner contract support, RCO operational support, RCO wholesale term contract support, RCO gas and oil procurement, fuel forecasting and regulatory support.	43,696,913
CP&L	PT Holdings, LLC	Revenue sharing.	362,118
CP&L	Progress Ventures, Inc., d/b/a Progress Energy Ventures, Inc.	Residual discontinued operations charges.	1,692
CP&L	Progress Energy Service Company, LLC	Asset rent and shared corporate functions such as transportation and vehicle maintenance, supply chain management, warehousing, warehouse and materials management, health and safety services, resource management, project management, financial services support and other loaned labor.	10,532,949
CP&L	Progress Energy, Inc	Rent	5,472
Florida Power Corporation, d/b/a Progress Energy Florida, Inc.	CP&L	Shared utility functions and services such as unregulated customer services support, distribution design, ED management/oversight, performance solutions support, customer call support, common nuclear services, nuclear security support, operations support, technical services support, CT ops/maintenance, common consumer energy services, power ops management/finance, common power ops services, engineering and program management, materials/contract support, regulated premium services, retail sales support, fuel forecasting and regulatory support, C/I/G sales support and generation assistance	11,867,894

**Summary of Affiliated Transactions
For Year Ended December 31, 2008**

Company: Carolina Power & Light Company, d/b/a Progress Energy Carolinas, Inc.

Name of Affiliate Providing Service	Name of Affiliate Receiving Service	Type of Good/Service Provided	Amount
Progress Energy Service Company, LLC	CP&L	Shared corporate functions including accounting and finance, audit, communications, planning, corporate relations, corporate services management, tax, legal, information technology & telecommunications, human resources, payroll, treasury, executive, security, supply chain management, environmental services, facilities and real estate management, health and safety, regulatory and public affairs, economic development, insurance and risk management, mail services, training and development, investor relations.	211,261,753